whichever is earlier.....

payment to date on line 13 ..... 15. Underpayment on line 12 times 11% times

number of days on line 14 divided by 366 .....

whichever is earlier..... 17. Number of days from December 31, 2008 or due date of payment, whichever is later, to date on line 16 ..... 18. Underpayment on line 12 times 8% times

number of days on line 17 divided by 365 ..... 19. Total penalty. Add all amounts on lines 15

14. Number of days from due date of

16. Date of payment or April 16, 2009,

# COMPUTATION OF PENALTY DUE BASED ON

UNDERPAYMENT OF COLORADO INDIVIDUAL ESTIMATED TAX							
Taxpayer's Name	Security Number						
PART 1 EXCEPTION NO. 1. If at least two-third return and pay the full amount of tax due on or b							
EXCEPTION NO. 2.							
1. Enter your 2008 tax liability (including alternati	ve minimum tax and	any credit recapture	after reduction for				
all credits other than withholding tax and estimate	. \$						
2. (a) Statutory exemption							
(b) 2008 Colorado income tax withheld				· ·			
(c) Total of lines 2(a) and 2(b)							
3. Line 1 minus line 2(c). If 2(c) is larger, enter 0 a							
( ) ( )							
PART 2 REQUIRED ANNUAL PAYMENT  4. (a) Enter your 2008 tax liability (including alterna all credits other than withholding tax and estimates the state of the sta	mated tax payments	and credits	·				
(b) Enter 70% of the amount on line 4(a)				\$			
5. (a) Enter your 2007 tax liability (including alterna							
all credits other than withholding tax, estimated tax payments and credits\$							
(b) If your 2007 federal adjusted gross income is greater than \$150,000 (greater than \$75,000 if married filing separate), enter 10% of line 5(a). If not, enter 0							
(c) Enter total of lines 5(a) and 5(b)	\$						
6. Required payment. Enter the smaller of lines 4(b) or 5(c)							
PART 3 PENALTY COMPUTATION	PAYMENT DUE DATES						
7 8::1	APRIL 15, 2008	JUNE 16, 2008	SEPT 15, 2008	JAN 15, 2009			
7. Divide the amount on line 6 by four. Enter the	\$	\$	\$	\$			
result in the appropriate columns	\$	\$	\$	\$			
9. Amount of tax withheld	\$	\$	\$	\$			
10. Overpayment (on line 12) from previous period		\$	\$	\$			
11. Total of lines 8, 9, and 10	\$	\$	\$	\$			
12. Underpayment (line 7 minus line 11) or <a href="https://www.neersayment"><a href="https://www.neersayment">&gt;&gt;a</a><a href="https://www.neersayment">&gt;&gt;&gt;a</a>&gt;&gt;&gt;a</a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a></a>							

\$

and 18. Include this amount as estimated tax penalty on line 51 Form 104......

\$

\$

PART 4 ANNUALIZED INSTALLMENT METHOD	SCHEDULE			
20. Ending date of annualization period	MARCH 31, 2008	MAY 31, 2008	AUGUST 31, 2008	DECEMBER 31,2008
21. Colorado taxable income computed through the date on line 20	\$	\$	\$	\$
22. Annualization factor	4	2.4	1.5	1
23. Annualized taxable income				
Line 21 times line 22	\$	\$	\$	\$
24. Annualized Colorado tax				
Line 23 times 4.63%	\$	\$	\$	\$
25. Applicable percentage	17.5%	35%	52.5%	70%
26. Installment payment due.	17.1070	3070	02.070	1070
Line 24 times line 25, minus amounts				
entered on line 26 in earlier quarters.				
Enter here and on line 7	\$	\$	\$	\$

## **INSTRUCTIONS FOR FORM 204**

## Part 1

Generally you are subject to an estimated tax penalty if your 2008 estimated tax payments are not paid in a timely manner. The estimated tax penalty will not be assessed if either of the exceptions are met.

#### Part 2

The required annual amount to be paid is the lesser of:

- 1. 70% of actual 2008 net Colorado tax liability.
- 2. 100% of preceding year's net Colorado tax liability. (This amount only applies if the preceding year was a 12-month tax year, the individual filed a Colorado return and the federal adjusted gross income for the preceding year was \$150,000 or less, \$75,000 or less if married separate.)
- 3. 110% of preceding year's net Colorado tax liability. (This amount only applies if the preceding year was a 12-month tax year and the individual filed a Colorado return.)

## Part 3

If none of the exceptions apply to you, compute your penalty on lines 7 through 19 of Form 204. Complete each column before going on to the next column. See FYI Income 51, Estimated Income Tax, regarding estimated tax payment allocation on line 8. The amount entered on line 10 is the net overpayment from the preceding period. On line 17, if the payment was made prior to January 1, 2009, enter "0." If the tax return is filed and any tax due is paid by January 31, 2009, no penalty will be computed in column four. Estimated tax payments from a farmer or fisherman are due in a single payment by January 15, 2009 and only column four is used to compute the penalty.

## Part 4

Taxpayers who do not receive income evenly during the year may elect to use the annualized income installment method to compute their estimated tax payments if they elect annualized installments for the payment of their federal income tax. Complete the annualized installment method schedule to compute the amounts to enter on line 7. See FYI Income 51 regarding this computation method.

Example: Taxpayer's net tax liability for 2008 is \$10,000. He had \$1,000 withholding and none of the exceptions apply. He paid \$4,000 on June 12, 2008, and made no additional estimated tax payments.

٨	PRIL 15	JUNE 16	SEPT 15	JAN 15
Line 7		\$1,750	\$1,750	\$1,750
Line 8	\$0	\$4,000	\$0	\$0
Line 9	\$250	\$250	\$250	\$250
Line 10		_	\$1,000	**
Line 11	\$250	\$4,250	\$1,250	\$250
Line 12	\$1,500	\$(2,500)	\$500	\$1,500
Line 13	6/12/08	6/12/08	12/31/08	_
Line 14	57	_	105	_
Line 15	\$25.77	_	\$15.82	_
Line 16	6/12/08	6/12/08	4/16/09	4/16/09
Line 17	0	0	106	90
Line 18	0	0	\$15.93	\$40.57
Line 19				\$98.09
**	June 12 Payme	ent	\$4000	·
	April withholdin		250	
	June withholding	•	<u>250</u>	
	ouric withholdin	9	\$4500	
	A ! I ! t	± 04750	ψ4300	
	April installmen			
	June installmer	nt <u>1750</u>	<u>3500</u>	
	Overpayment to	Sept.	\$1000	